

Table 1. HOVENSA Environmental Response Trust 2018 Budget
Revision 2

DRAFT

Revised: 1/29/18

Approval Authority	ERT Account	ERT Agreement Wind Down Estimate Line Items		ERT Account				RCRA Financial Assurance Trusts (Administered by EPA)				Limetree (As per Section 7.33 of the Asset Purchase Agreement)				2018 Totals				Consent Decree Escrow
				Q1 2018	Q2 2018	Q3 2018	Q4 2018	Q1 2018	Q2 2018	Q3 2018	Q4 2018	Q1 2018	Q2 2018	Q3 2018	Q4 2018	ERT Accounts	RCRA Financial Assurance	Limetree	2018 Totals	
EPA	Remediation	1	PRPP - OWS Testing & Repair ³									\$44,250	\$44,250	\$44,250	\$44,250			\$177,000	\$177,000	
EPA	Remediation	2	Scrap Metal / Recycle Yard Management									\$465,000	\$465,000	\$465,000	\$465,000			\$1,860,000	\$1,860,000	
EPA	Remediation	3	Asbestos Landfill																\$0	
EPA	Remediation	4	Corrective Action / Remediation / Hydrocarbon Recovery					\$420,000	\$420,000	\$420,000	\$420,000	\$149,000	\$149,000	\$149,000	\$149,000		\$1,680,000	\$596,000	\$2,276,000	
EPA	Remediation	5	Landfarm 1 Post-Closure					\$14,050	\$14,050	\$14,050	\$14,050						\$56,200		\$56,200	
EPA	Remediation	6	Landfarm 2 & 3 / RCRA Permit	\$ 252,000	\$197,000					\$338,000	\$338,000					\$449,000	\$676,000		\$1,125,000	
DPNR	Remediation	7	TPDES																\$0	
EPA	Remediation	8	WWT (Primary & Secondary) ⁴					\$525,000	\$525,000	\$525,000	\$525,000						\$2,100,000		\$2,100,000	
US/VI ¹	Administrative	9	Data & Records Management & Retention									\$30,000	\$30,000					\$ 60,000	\$60,000	
DPNR	Remediation	10a	Consent Decree - VI TSEP ²																\$0	\$4,875,000
EPA		10b	Consent Decree - WAPA Project ²	\$423,898												\$423,898			\$423,898	
DPNR	Remediation	Line 11	Air Permitting / Title V																\$0	
EPA	Remediation	Lines 12 - 24	Tier II, TRI / EI, TSCA, BWON, GHGs, CEMs, Boiler MACT, LDAR, Refinery MACTs, Regional Haze, SO2 non-attainment, SOCMII-HON, Tank Requirements																\$0	
EPA / DPNR	Remediation	Line 25	Potable Water / SDWA																\$0	
US/VI ¹	Administrative	26	Utilities: Electric																\$0	
US/VI ¹	Administrative	27	Utilities: Compressed Air & Water ³									\$12,501	\$12,501	\$12,501	\$12,501			\$50,004	\$50,004	
US/VI ¹	Administrative	28	Security																\$0	
US/VI ¹	Administrative	29	Business Operating Expenses									\$28,100	\$28,100	\$28,100	\$28,100			\$112,400	\$112,400	
DPNR	Remediation	30	PLL Insurance Premium																\$0	
US/VI ^{1,5}	Administrative	31	Fees for Trust and Trustee									\$36,000	\$36,000	\$36,000	\$36,000			\$144,000	\$144,000	
DPNR	Remediation	N/A	Marine Impact Study																\$0	
TOTALS				Q1 2018 \$675,898	Q2 2018 \$197,000	Q3 2018 \$0	Q4 2018 \$0	Q1 2018 \$959,050	Q2 2018 \$959,050	Q3 2018 \$1,297,050	Q4 2018 \$1,297,050	Q1 2018 \$764,851	Q2 2018 \$764,851	Q3 2018 \$734,851	Q4 2018 \$734,851	\$872,898	\$4,512,200	\$2,999,404	\$8,384,502	\$4,875,000
2018 ERT BUDGET (Excludes VI TSEP)																			\$8,384,502	

Notes:

¹ This approval requirement (Section 7.13.5 of the ERT Agreement) is interpreted to mean the U.S. represented by U.S. DOJ and the VI represented by the Virgin Islands Attorney General.

² These expenditures are subject to the terms of the Consent Decree between HOVENSA, L.L.C. and the United States of America (Civil Action No. 1:11-cv-00006)

³ The ERT is renegotiating these costs with Limetree Bay Terminals, LLC.

⁴ The ERT is in the process of reviewing alternative options for WWT, including renegotiated prices with Limetree Bay Terminals, LLC.

⁵ The base estimated fee for 2018 is \$36,000 per quarter, or \$144,000 per year. \$16,000 will be rolled over to the first quarter from the 2017 budget underrun to complete shared services negotiations with LimeTree.

Revision List:

Revision 1: 1/29/18 - Column Heading "Funding Source" was removed from the ERT Accounts, RCRA Financial Assurance Trusts and Limetree Columns.

Revision 2: 1/29/18 - Column Heading Under "2018 Totals" was revised from "All Funding Sources" to "2018 Totals."